



2 June 2006

NOTICE OF MEETING

A meeting of the **AUDIT COMMITTEE** will be held in the **THE MEMBERS ROOM, KILMORY, LOCHGILPHEAD** on **FRIDAY, 9 JUNE 2006** at **10:00 AM**, which you are requested to attend.

Nigel Stewart
Director of Corporate Services

BUSINESS

1. **APOLOGIES**
2. **DECLARATIONS OF INTEREST**
3. **MINUTES**
Audit Committee 3 March 2006 (Pages 1 - 4)
4. **ADAPTING TO THE FUTURE 2003-2004**
Report by Internal Audit Manager (Pages 5 - 22)
5. **MAINTAINING SCOTLAND'S ROADS**
Report by Internal Audit Manager (Pages 23 - 28)
6. **ANNUAL AUDIT REPORT 2005-2006**
Report by Internal Audit Manager (Pages 29 - 30)
7. **EXTERNAL AND INTERNAL AUDIT FOLLOW UP 2004-2005**
Report by Internal Audit Manager (Pages 31 - 50)
8. **ASSET MANAGEMENT STRATEGY**
Report by Internal Audit Manager (Pages 51 - 62)
9. **HMIE REPORT 2004-05**
Report by Internal Audit Manager (Pages 63 - 64)

- 10. AUDIT SCOTLAND - FINANCIAL STATEMENTS STRATEGY**
Report by Internal Audit Manager (Pages 65 - 112)
- 11. INTERNAL FINANCIAL CONTROL STATEMENT (IFCS) - DRAFT**
Report by Internal Audit Manager (Pages 113 - 116)
- 12. RECENT EXTERNAL AUDIT REPORT 2005-2006**
Report by Internal Audit Manager (Pages 117 - 128)
- 13. KPMG PROPOSALS FOR 2006-2007**
Report by KPMG (Pages 129 - 130)
- 14. APPOINTMENT OF EXTERNAL AUDITORS 2006/07 TO 2010/11**
Report by Head of Strategic Finance (Pages 131 - 132)

AUDIT COMMITTEE

Councillor Donald MacMillan
Councillor Gary Mulvaney (Chair)
Ian M M Ross
Christopher Valentine

Councillor John McAlpine
Councillor Elaine Robertson
Councillor John Tacchi

Contact: Katie McKenzie

Tel. No. 01546 604511